Attachment 1

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BOARD OF ADMINISTRATION

INVESTMENT COMMITTEE

April 21, 2008

Chief Investment Officer's

Consolidated Investment Activity Report

(February 2008 Reporting Period)

Market Environment – February 29, 2008

General Market Commentary

Global stocks rebounded slightly during February, but continued recession fears in the U.S., the threat of inflation, and tight credit availability, helped to keep domestic stocks down for the month. Commodity prices continued to increase, with most notably, oil prices reaching a new, record high during the month, closing just under $102.00 per barrel.

Domestic and International Equities

The U.S. equity market continued its decline in 2008, returning -3.25% for the month of February (as measured by the S&P 500). Growth stocks outperformed value stocks for the month, returning -1.99% versus value's return of -4.19% (as measured by Russell 1000 Growth and Value). International equities rebounded in February, with the MSCI EAFE up 1.46% in dollar terms (however, down -0.66 in local currency). The emerging markets came back to life in February climbing 7.42% for the month (as measured by the MSCI EM Index).

Domestic and International Fixed Income

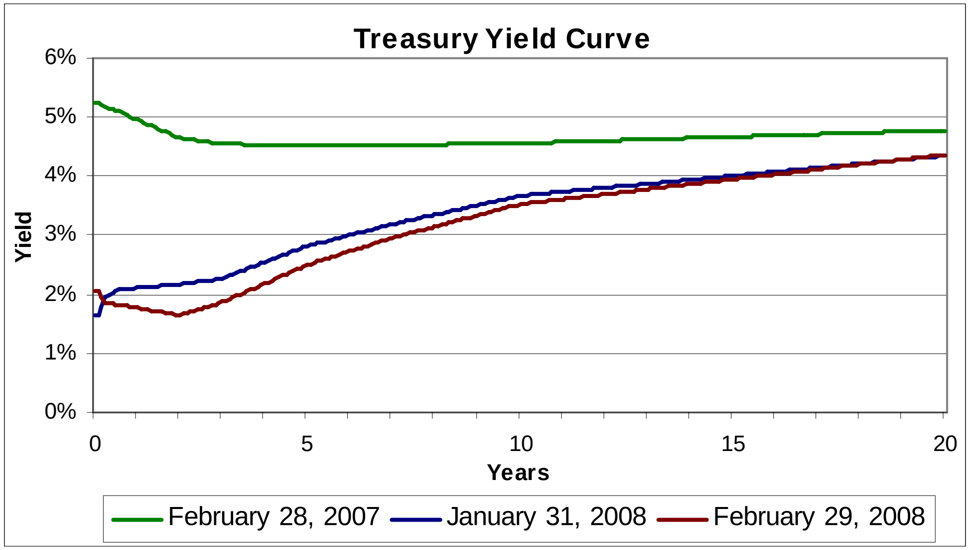
The Lehman Brothers Aggregate Bond Index returned 0.14% for February, but again underperformed US Treasuries' gain, up 1.33% for the month (as measured by LB Treasury Intermediate Term Index). US TIPS rose 1.23% (LB US TIPS) during February. Uneasiness in the high yield bond market resulted in a -1.19% decline during the month, as measured by the Merrill Lynch High Yield Master II Index. International fixed income markets returned 2.76%, as measured by the Citigroup World Government Bond Index ex US (unhedged).

Real Estate

Real estate (as measured by the MSCI US REIT Index) was down for the month, declining -3.80% in February. The NCREIF Index of Real Estate Properties returned a positive 3.21% for the quarter ended December 2007.

Private Equity and Absolute Return Strategies

The Venture Economics All Private Equity Index returned 28.68% for the 12 months ended September 2007 and 14.83% for the 10 years ended September 2007. Absolute Return Strategies (CSFB/Tremont Hedge Fund Index) returned 1.61% in February and 11.21% for the 12 months ended February 2008.



MARKET INDICATORS	2/28/2007	Direction	1/31/2008	Direction	2/29/2008
1m LIBOR (fixed in $)	5.32%	▼	3.14%	▼	3.11%
Federal Funds	5.25%	▼	3.00%	—	3.00%
10Y Treasury Note Yield	4.55%	▼	3.64%	▼	3.53%
30Y Treasury Bond Yield	4.67%	▼	4.35%	▲	4.42%
DJ-Wilshire 5000 Comp	14,213.88	▼	13,843.25	▼	13,398.01
S&P 500	1,406.82	▼	1,378.55	▼	1,330.63
NASDAQ Composite	2,416.13	▼	2,389.86	▼	2,271.48
FTSE 100 Index	6,171.50	▼	5,879.80	▲	5,884.30
Nikkei 225 Index	17,604.12	▼	13,592.47	▲	13,603.02
Yen/$ (Dollar Strength)	118.330	▼	106.740	▼	104.190
Euro/$ (Dollar Strength)	0.756	▼	0.674	▼	0.658
GBP/$ (Dollar Strength)	0.510	▼	0.503	▲	0.503
Crude Oil per Barrel	$ 61.79	▲	$ 91.75	▲	$ 101.84
Gold ($/oz Daily Spot)	$ 664.20	▲	$ 923.25	▲	$ 971.50
GS Commodities Index	$ 448.49	▲	$ 608.38	▲	$ 679.78

CalPERS Asset Allocation – February 29, 2008

Summary

- Total Fund Market Value was $241.7 Billion
- Total Fund Book Value was $204.2 Billion
- All Asset Classes are within their permissible ranges relative to target ranges and strategic target levels.

Book to Market Value Comparison

	Book Value ($ Billion)	Market Value ($ Billion)	Effective Market Value ($ Billion)	Difference (Market – Book) ($ Billion)
Domestic Equity [1]	$53.5	$78.0	$79.4	$24.5
International Equity	$42.6	$49.0	$49.7	$6.4.
Global Equity	**$96.1**	**$127.0**	**$129.1**	**$30.9**
Domestic Fixed Income	$55.7	$60.0	$60.0	$4.3
International Fixed Income	$6.3	$7.0	$7.0	$0.7
Global Fixed Income	**$62.0**	**$66.9**	**$66.9**	**$4.9**
AIM	**$23.0**	**$22.8**	**$22.8**	**-$0.2**
Real Estate	**$18.8**	**$20.6**	**$20.6**	**$1.8**
Inflation Linked	**$1.9**	**$2.0**	**$2.0**	**$0.1**
Cash Equivalents	**$2.4**	**$2.4**	**$0.3**	**$0.0**
Total Fund	**$204.2**	**$241.7**	**$241.7**	**$37.5**

[1] Included is MDP Investment - LM Capital Investment: Total Book Value**=$202.4 million,** Total Market Value**=$208.4 million**.

* Figures for this report are rounded for viewing purposes. Calculations are based on actual values. When summing net amounts on this report, there may be breakage.

Top Company Exposures

- As a very significant institutional investor, CalPERS has large exposures to the securities of many corporations either through internal or externally managed portfolios. Consistent with board requested information and in support of the Board of Administration's oversight role, a schedule of the top 20 company exposures is prepared for informational purposes and can be found on Page 4.

CalPERS Total Fund Top 20 Company Exposures

Based on Total Market Values as of 2/29/2008

	Equity Exposure				Fixed Income Exposure				Real Estate		
	Internally Managed		Externally Managed	Total Equity				Total FI	Exposure (1)	TOTAL	% of Total
Company Name	Active	Passive	Active	Market Value	Internal	External	Sec. Lending(2)	Market Value		Market Value	Fund(3)
GENERAL ELECTRIC	223,261,429	981,934,223	198,655,476	1,403,851,128	557,899,134	70,796,724	979,812,353	1,608,508,211		**3,012,359,339**	0.84%
EXXON MOBIL CORP	321,602,099	1,395,361,968	341,126,359	2,058,090,426				0		**2,058,090,426**	0.85%
CITIGROUP INC	92,883,095	345,841,173	101,869,996	540,594,264	578,727,399	16,778,525	269,736,500	865,242,424		**1,405,836,688**	0.47%
BERKSHIRE HATHAWAY	233,411,363	637,280,000	2,240,000	872,931,363	380,059,272			380,059,272		**1,252,990,635**	0.52%
BANK OF AMERICA CORP	102,074,495	523,729,486	122,380,244	748,184,225	389,048,001	7,824,645		396,872,646		**1,145,056,871**	0.47%
MICROSOFT CORP	186,258,975	750,803,816	169,050,844	1,106,113,635				0		**1,106,113,635**	0.46%
WAL MART STORES INC	206,138,469	589,967,271	116,650,399	912,756,139	176,489,885	3,162,245		179,652,130		**1,092,408,269**	0.45%
AMERICAN INTL GROUP INC	105,415,600	354,088,218	83,123,689	542,627,507	314,629,452	8,300,478	100,050,000	422,979,930		**965,607,437**	0.36%
JPMORGAN CHASE & CO	97,821,136	404,341,445	160,363,600	662,526,181	266,584,679	23,982,484		290,567,163		**953,093,344**	0.39%
AT&T INC	134,400,088	621,206,982	181,889,818	937,496,888				0		**937,496,888**	0.39%
PROCTER + GAMBLE CO	146,354,489	610,947,288	117,420,328	874,722,105	14,741,699			14,741,699		**889,463,804**	0.37%
CONOCOPHILLIPS	140,937,261	386,859,483	97,317,000	625,113,744	241,488,368			241,488,368		**866,602,112**	0.36%
CHEVRONTEXACO CORP	121,821,602	543,860,828	159,751,557	825,433,987				0		**825,433,987**	0.34%
JOHNSON + JOHNSON	133,181,967	524,516,184	96,386,463	754,084,614	13,640,087			13,640,087		**767,724,701**	0.32%
VERIZON COMMUNICATIONS INC.	46,538,087	303,072,240	82,922,555	432,532,882	331,555,013			331,555,013		**764,087,895**	0.32%
INTERNATIONAL BUSINESS MACHINES	138,849,879	467,099,264	105,952,309	711,901,452	7,785,160	10,307,469		18,092,629		**729,994,081**	0.30%
PFIZER INC	106,999,299	440,720,680	134,997,483	682,717,462	16,528,169			16,528,169		**699,245,631**	0.29%
ROYAL DUTCH SHELL		342,108,406	330,087,129	672,195,535				0		**672,195,535**	0.28%
COCA-COLA COMPANY	96,329,979	402,590,636	95,548,486	594,469,101	51,751,671			51,751,671		**646,220,772**	0.27%
AMERICAN EXPRESS CO	42,588,571	146,611,800	8,038,692	197,239,063			424,723,750	424,723,750		**621,962,813**	0.08%

(1) Real Estate exposure data only includes the 20 companies with the highest annual lease revenues for each core partnership, excludes properties in escrow. The market value exposures are calculated based only on two years of expected lease revenues.

(2) Does not include Repos

(3) Excludes securities lending exposure

CalPERS

Asset Allocation as of February 29, 2008

Total Fund Market Value: **$241,724,144,293**

	Global Equity	Domestic Equity	International Equity	Global Fixed	Domestic Fixed	International Fixed	AIM	Real Estate	Inflation Linked [5]	Cash [1]	Total Fund
Strategic Target Range %	**51-61%**			**14-24%**			**7-13%**	**7-13%**	**0-5%**		
Strategic Target %	56.0%	28.0%	28.0%	19.0%	17.0%	2.0%	10.0%	10.0%	5.0%	0.0%	N/A
Cash Market Investment %	52.5%	32.3%	20.3%	27.7%	24.8%	2.9%	9.4%	8.5%	0.8%	1.0%	N/A
Tactical Overlay % [4]	0.9%	0.6%	0.3%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	(0.9%)	N/A
Effective Investment %	53.4%	32.9%	20.5%	27.7%	24.8%	2.9%	9.4%	8.5%	0.8%	0.1%	N/A
Variance % (Strategic vs. Effective)	**(2.6%)**	**4.9%**	**(7.5%)**	**8.7%**	**7.8%**	**0.9%**	**(0.6%)**	**(1.5%)**	**(4.2%)**	**0.1%**	N/A
Strategic Target $ [3]	$135.4	$67.7	$67.7	$45.9	$41.1	$4.8	$24.2	$24.2	$12.1	$0.0	$241.7
Cash Market Investment $ [2]	$127.0	$78.0	$49.0	$66.9	$60.0	$7.0	$22.8	$20.6	$2.0	$2.4	$241.7
Tactical Overlay $ [2, 4]	$2.1	$1.4	$0.7	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	($2.1)	N/A
Effective Investment $ [2, 3]	$129.1	$79.4	$49.7	$66.9	$60.0	$7.0	$22.8	$20.6	$2.0	$0.3	$241.7
Variance $(Strategic vs. Effective) [2, 3]	**($6.3)**	**$11.7**	**($18.0)**	**$21.0**	**$18.9**	**$2.1**	**($1.4)**	**($3.5)**	**($10.1)**	**$0.3**	N/A
% Passive	49.7%	63.7%	50.6%	0.0%	0.0%	0.0%	0.0%	5.1%	0.0%	0.0%	30.8%
% Active	50.3%	36.3%	49.4%	100.0%	100.0%	100.0%	100.0%	94.9%	100.0%	100.0%	69.2%
% Internal	56.9%	75.3%	54.0%	89.6%	100.0%	0.0%	0.0%	5.1%	24.8%	100.0%	61.7%
% External	43.1%	24.7%	46.0%	10.4%	0.0%	100.0%	100.0%	94.9%	75.2%	0.0%	38.3%

* Figures for this report are rounded for viewing purposes. Calculations are based on actual values.

* When summing amounts on this report, there may be breakage.

* MDP Venture accounts included in MDP's primary asset class. MDP Fixed and CalPERS Hedge Fund roll to External Domestic Equity.

[1] Cash includes SMIF at STO.

[2] ($ Billion)

[3] Based upon Trade Date Accounting as recommended by CFA Institute GIPS Standards.

[4] Approximately $2.1 Billion notional in Equity Futures were purchased to equitize cash.

[5] Commodities plus collateral: $501,757,650. Unfunded Commitment for Infrastructure and Forestland: $266,566,845.

Private Market Commitment as of February 29, 2008

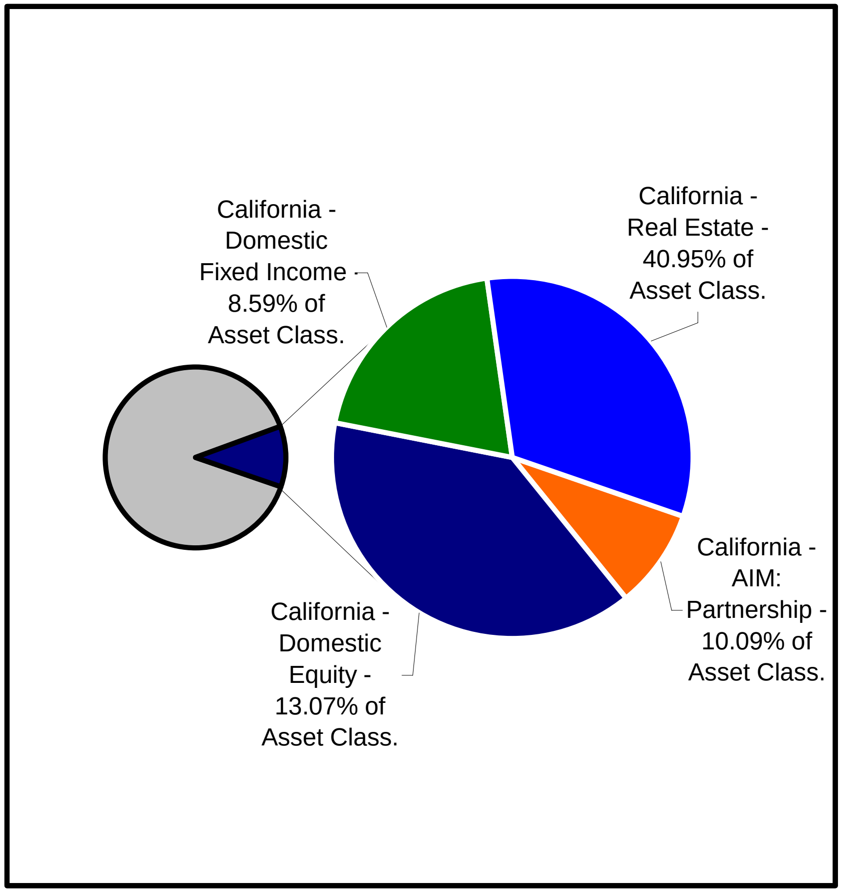
AIM				Real Estate			
Funded	**$(in Billions)**	**% Allocation**	**Target Range**	**Funded**	**$(in Billions)**	**% Allocation**	**Target Range**
Fair Market Value (FMV)	$22.80	9.4%	**7-13%**	Fair Market Value (FMV)	$20.64	8.5%	**7-13%**
Unfunded Commitment	$24.90	10.3%		Unfunded Commitment	$14.90	6.2%	
Fair Market Value plus Unfunded Commitment	**$47.70**	**19.7%**		**Fair Market Value plus Unfunded Commitment**	**$35.54**	**14.7%**	

CalPERS Investments in the State of California – February 29, 2008

The State of California offers CalPERS a number of attractive investment opportunities. The following charts summarize the investments by asset class as of the date of this report. A detailed report on California investments is available in the supplemental reporting document.

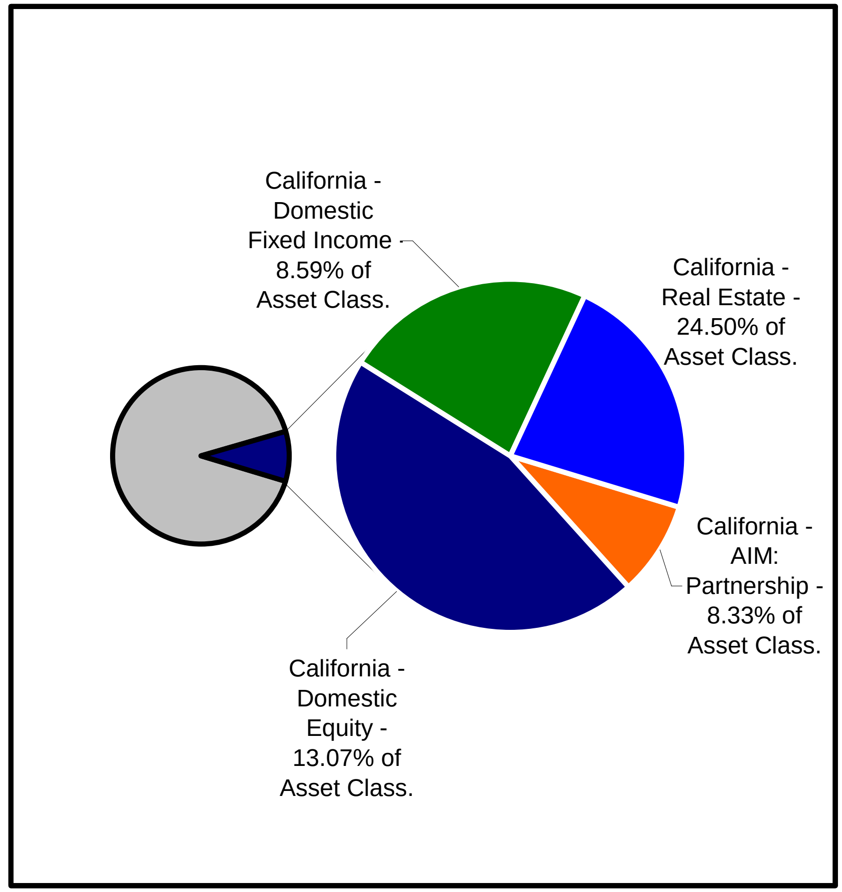
California Commitments (includes unfunded investments)

Current California Commitments at 2/29/2008 Total Fund %: 10.80%



California Investments

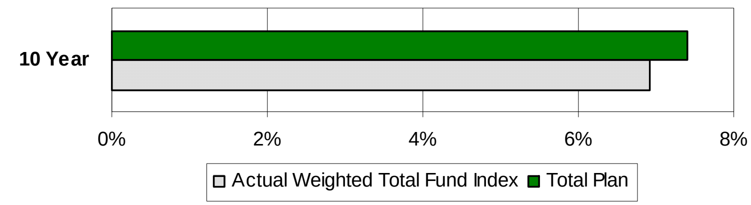
Current California Investments at 2/29/2008 Total Fund %: 9.23%



Performance Summary – February 29, 2008

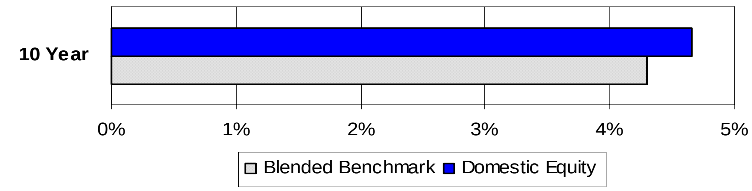
Total Plan:

Net Total Fund returns have met or outperformed the Actual Weighted Total Fund Index during the one month, quarter, three-, five-, and ten-year time periods. It has underperformed during the fiscal year-to-date and one-year periods. Ten-year net returns were 7.40% versus 6.91% for the actual weighted index.



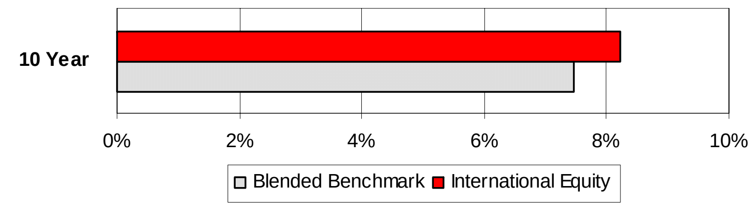
Domestic Equity:

Net Domestic Equity returns have underperformed the Blended Index in the fiscal year-to-date, one-, three- and five-year time. It outperformed in the one month, quarter, and ten-year time periods. Ten-year net returns were 4.66% versus 4.30% for the blended benchmark.



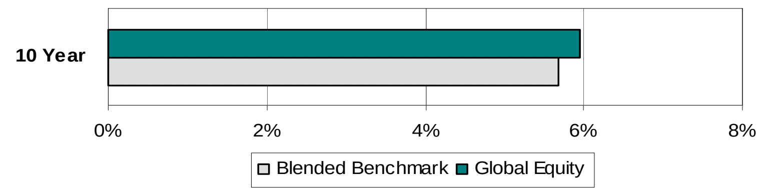
International Equity:

Net International Equity underperformed its benchmark in all time periods, except in the ten-year period. Ten-year net returns were 8.23% versus the 7.46% blended benchmark return.



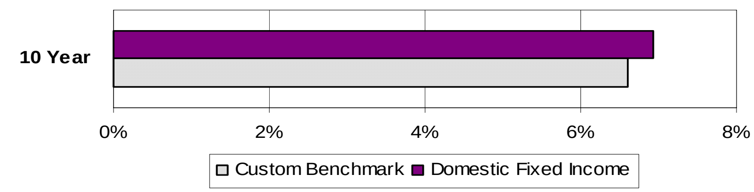
Global Equity:

Net Total Global Equity outperformed its benchmark in the one month, quarter and ten-year time periods. It underperformed in all other time periods. Ten-year net returns were 5.95% versus the 5.69% blended benchmark return.



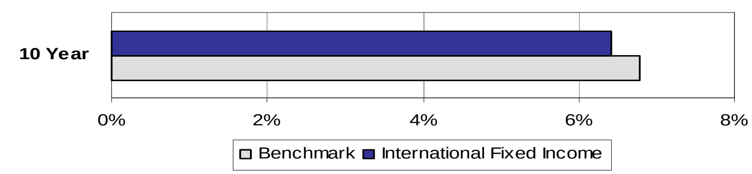
Domestic Fixed Income:

Net Domestic Fixed Income returns have exceeded the benchmark in the three-, five-, and ten-year periods, but have underperformed in the one month, quarter, fiscal year-to-date and one-year periods. Ten-year net returns were 6.93% versus 6.61% for the benchmark.



International Fixed Income:

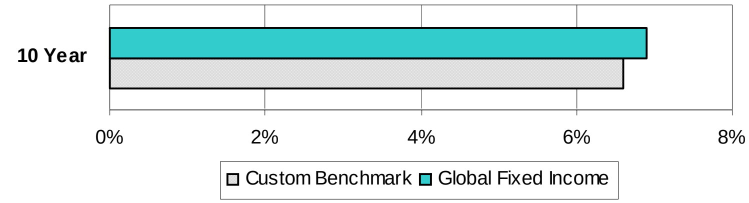
Net International Fixed Income returns have underperformed the benchmark all time periods except for the five-year period. Ten-year net returns were 6.42% versus 6.78% for the benchmark.



Performance Summary – February 29, 2008

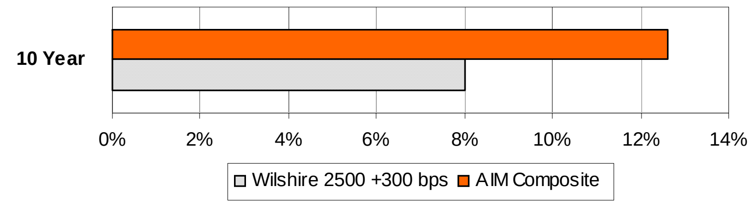
Global Fixed Income:

Net Global Fixed Income returns have exceeded the benchmark in the three-, five-, and ten-year periods, but have underperformed in the one month, quarter, fiscal year-to-date and one-year periods. Ten-year net returns were 6.90% versus 6.60% for the benchmark.



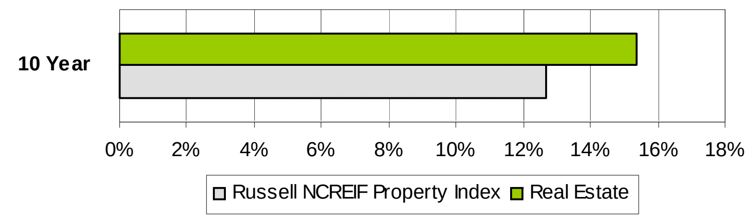
AIM Composite:

Net returns for the AIM Composite portfolio have exceeded the custom blended benchmark in all time periods. Ten-year net returns for the AIM Composite were 12.60% exceeding the ten-year custom blended benchmark return of 8.01%.



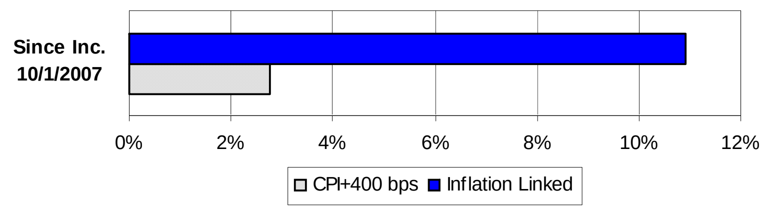
Real Estate:

Net returns for the Total Real Estate Portfolio have underperformed during the one month, quarter, fiscal year-to-date and one year time periods. It has outperformed the index in the three-, five-, and ten-year periods. Ten-year net returns were 15.39% versus 12.68% for the benchmark.



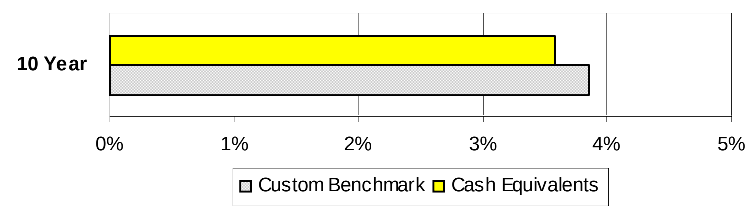
Inflation Linked:

Net returns for the Inflation Linked portfolio have exceeded the benchmark in all time periods. Since inception net returns were 10.91% versus 2.77% for the benchmark.



Cash Equivalents:

Net returns for the Cash Equivalents portfolio have underperformed the benchmark in all time periods. Ten-year net returns were 3.58% versus 3.85% for the custom benchmark.



CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
Periods Ending February 29, 2008

CIO SUMMARY REPORT - GROSS

	% of Plan	MKT VAL $(000's)	1 MO	QTR	FYTD	1 YR	3 YRS	5 YRS	10 YRS
TOTAL DOMESTIC EQUITY	32.5	78,601,564	-2.87	-9.20	-10.43	-3.63	5.99	12.55	4.70
WILSHIRE 2500 EX TOBACCO (BLENDED)			-2.94	-9.36	-9.94	-3.10	6.04	12.59	4.30
TOTAL INTL EQUITY	20.3	49,094,652	2.47	-8.58	-5.19	5.84	15.29	23.30	8.29
CALPERS FTSE ALL-WORLD EX US			2.83	-8.43	-3.50	7.73	16.06	23.77	7.46
TOTAL GLOBAL EQUITY	52.8	127,696,216	-0.88	-8.95	-8.47	-0.26	9.27	16.25	5.99
TOTAL GLOBAL EQ EX AIM BENCHMARK			-1.01	-9.01	-7.76	0.48	9.37	16.25	5.69
TOTAL DOMESTIC FIXED INCOME	24.8	59,965,861	-0.46	1.23	8.01	6.54	5.76	6.37	6.94
CALPERS CUSTOM LEH LPF (DAILY)			-0.04	1.84	8.77	6.90	5.23	5.15	6.61
TOTAL INTL FIXED INCOME	2.9	6,964,800	2.59	5.78	18.71	17.12	5.22	8.42	6.49
CALPERS WORLD GOVT X US			2.69	5.95	19.10	17.50	5.48	8.28	6.78
TOTAL GLOBAL FIXED INCOME	27.7	66,930,661	-0.12	1.73	9.17	7.70	5.68	6.68	6.92
CALPERS TOTAL GBL FIXED INCOME POLICY			0.18	2.14	9.76	7.93	5.21	5.49	6.60
TOTAL AIM COMPOSITE	9.4	22,798,334	-0.09	6.03	18.36	29.83	25.30	18.97	12.62
WILSHIRE 2500 PLUS 300 BPS (DAILY)			-2.70	-8.63	-7.99	0.03	9.04	15.74	8.01
TOTAL REAL ESTATE	8.5	20,623,824	-0.22	0.27	4.62	10.45	30.11	24.12	18.00
NCREIF PROPERTY 1 QTR LAG (DAILY)			0.00	0.00	4.59	13.26	16.66	13.99	12.68
TOTAL INFLATION LINKED	0.8	2,023,223	2.43	8.29					
CPI + 400 BPS			0.61	1.69					
TOTAL CASH EQUIVALENTS	0.8	1,900,044	0.05	-3.22	-5.97	-0.76	2.84	2.28	3.58
PERS CUSTOM STIF NET OF FEES			0.27	1.04	3.24	5.08	4.61	3.25	3.85
TOTAL FUND	100.0	241,724,144	-0.59	-4.12	-1.24	4.92	10.61	14.20	7.59
CALPERS POLICY INDEX			-0.42	-4.42	-1.09	4.21	9.33	12.97	6.75
ACTUAL WEIGHTED TOTAL FUND INDEX			-0.60	-4.62	-1.19	4.78	9.44	13.20	6.91

Equity (SH4KA1, SHAKA1, SWZLA1); Fixed Income (SJDKA1, SJDCA1, SJEKA1)
AIM (SJAIM); Real Estate 1 QTR Lagged (SJRKA1)
Inflation Linked (SX2CA1); Cash Equivalents (SJEKA1); Total Fund (SJ1CA1)
Currency Overlay is not included in Global Equity. CPI return is estimated.

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
Periods Ending February 29, 2008

CIO SUMMARY REPORT - NET

	% of Plan	MKT VAL $(000's)	1 MO	QTR	FYTD	1 YR	3 YRS	5 YRS	10 YRS
TOTAL DOMESTIC EQUITY	32.5	78,601,564	-2.87	-9.22	-10.47	-3.70	5.94	12.50	4.66
WILSHIRE 2500 EX TOBACCO (BLENDED)			-2.94	-9.36	-9.94	-3.10	6.04	12.59	4.30
TOTAL INTL EQUITY	20.3	49,094,652	2.46	-8.61	-5.26	5.73	15.20	23.21	8.23
CALPERS FTSE ALL-WORLD EX US			2.83	-8.43	-3.50	7.73	16.06	23.77	7.46
TOTAL GLOBAL EQUITY	52.8	127,696,216	-0.89	-8.97	-8.52	-0.34	9.21	16.19	5.95
TOTAL GLOBAL EQ EX AIM BENCHMARK			-1.01	-9.01	-7.76	0.48	9.37	16.25	5.69
TOTAL DOMESTIC FIXED INCOME	24.8	59,965,861	-0.46	1.23	8.01	6.54	5.76	6.36	6.93
CALPERS CUSTOM LEH LPF (DAILY)			-0.04	1.84	8.77	6.90	5.23	5.15	6.61
TOTAL INTL FIXED INCOME	2.9	6,964,800	2.59	5.76	18.67	17.07	5.16	8.35	6.42
CALPERS WORLD GOVT X US			2.69	5.95	19.10	17.50	5.48	8.28	6.78
TOTAL GLOBAL FIXED INCOME	27.7	66,930,661	-0.12	1.73	9.16	7.69	5.67	6.66	6.90
CALPERS TOTAL GBL FIXED INCOME POLICY			0.18	2.14	9.76	7.93	5.21	5.49	6.60
TOTAL AIM COMPOSITE	9.4	22,798,334	-0.09	6.03	18.35	29.82	25.28	18.96	12.60
WILSHIRE 2500 PLUS 300 BPS (DAILY)			-2.70	-8.63	-7.99	0.03	9.04	15.74	8.01
TOTAL REAL ESTATE	8.5	20,623,824	-0.22	-0.20	3.33	8.01	24.12	19.99	15.39
NCREIF PROPERTY 1 QTR LAG (DAILY)			0.00	0.00	4.59	13.26	16.66	13.99	12.68
TOTAL INFLATION LINKED	0.8	2,023,223	2.43	8.15					
CPI + 400 BPS			0.61	1.69					
TOTAL CASH EQUIVALENTS	0.8	1,900,044	0.05	-3.22	-5.97	-0.76	2.84	2.28	3.58
PERS CUSTOM STIF NET OF FEES			0.27	1.04	3.24	5.08	4.61	3.25	3.85
TOTAL FUND	100.0	241,724,144	-0.60	-4.17	-1.37	4.68	10.25	13.91	7.40
CALPERS POLICY INDEX			-0.42	-4.42	-1.09	4.21	9.33	12.97	6.75
ACTUAL WEIGHTED TOTAL FUND INDEX			-0.60	-4.62	-1.19	4.78	9.44	13.20	6.91

Equity (SH4KA1, SHAKA1, SWZLA1); Fixed Income (SJDKA1, SJDCA1, SJEKA1)
AIM (SJAIM); Real Estate 1 QTR Lagged (SJRKA1)
Inflation Linked (SX2CA1); Cash Equivalents (SJEKA1); Total Fund (SJ1CA1)
Currency Overlay is not included in Global Equity. CPI return is estimated.

Quarterly Reports

Closed Session Transactions

- There was one (1) closed session transactions reported to the Board in Open Session per the requirements of California Government Code Section 20191.5 and the current CalPERS Board of Administration Statement of Policy & Procedures for Closed Sessions.

Activity Reports

- Staff prepares activity reports for the AIM, Absolute Return Strategies and Opportunistic Real Estate Programs. Detailed reports and investment summaries for the AIM and Risk Managed Absolute Return Strategies are included in the supplemental reporting document. Opportunistic Real Estate Investments will be reported below as they occur.

AIM Activity Report

Activity	Month	2005	2006	2007	2008 YTD	Since Inception
Investment Proposals Entered	27	316	300	444	52	7,222
Declined/Referred/Failed to Materialize	19	429	268	388	51	5,901
Deals in Screening	30	319	300	444	52	4,255
Due Diligence Reviews	26	59	61	78	10	762

Risk Managed Absolute Return Strategies Program Activity Report

Activity	2005	2006	2007	2008	Since Inception
Information Received	59	69	90	21	716
Declined	7	1	0	0	243
Deals in Screening	58	68	90	21	461
Due Diligence Reviews	18	52	66	8	175
Approved by ARS Board	7	9	8	1	41
Funded Investments ($ Millions)	$783	$1,809	$2,499	$315	$6,134

Opportunistic Real Estate Investments Activity Report

Fund Name	Allocation Committed
No items to report	

Investment Transactions

Investment Transactions are reported to the Investment Committee for review under the requirements of California Government Code Section 20191. Information is provided in summary format in this consolidated document. Full reporting is available in the supplemental reporting document.

<u>Portfolio Summary and Transactions Report:</u>

- Purchases – Internal Management (Page 14)
- Sales – Internal Management (Page 15)
- Currency Hedge Portfolio Summary (Page 16)
- Currency Hedge Portfolio Transactions (Page 16)

<u>Investment Transaction Information</u>: (full reporting is available in the supplemental reporting document)

- Fixed Income Transactions
  - Internal Domestic
  - External International and High Yield
  - Special Mortgage Investment Program Transactions
  - High Yield Performance
- Equity Summary & Transactions
  - Internal Domestic
  - Corporate Actions
  - External Domestic
  - External International
- Internal Programs
  - Real Estate Transactions Summary
    - Dispositions Summaries
      - LaSalle Investment Management – Sunset L V L and Holdings, LLC, CalPERS equity share $8,960,641.00
      - BlackRock Realty – Cascade Apartments (fka Fall Creek Phase III), CalPERS equity share $8,874,355.00
    - Acquisitions Summaries
      - Hines/National Office Partners – Washington Square, CalPERS equity share $115,885,000.00
      - Buchanan Street Advisors – Van Ness Office Complex (CSAA), CalPERS equity share $31,782,660.00
      - GID Investment Advisors, LLC – The District, CalPERS equity share $28,035,000.00
  - AIM Program Transactions
    - Summary Listing of Capital Calls and Aggregate Distributions

Investment Transactions

Investment Transaction Information (continued): **(full reporting is available in the supplemental reporting document)**

- AIM Program Investments Completed under Delegation of Authority
  - Investment Summaries
    - Clarus Lifesciences II, LP, $75 million commitment
    - CVC Capital Partners Asia Pacific III, LP, $150 million commitment
    - Essex Woodlands Health Ventures Fund VIII, LP, $125 million commitment
    - KKR European Fund III, LP €250 million ($368 million) commitment
- Internally Managed Derivative Transactions Summary
  - Investment Summaries
    - Futures purchases: $59,793.0 million notional
    - Futures sales: $81,237.8 million notional
- Risk Managed Absolute Return Strategies Program Transactions
  - Summary Listing of Investments and Redemptions
- Risk Managed Absolute Return Strategies Program Items Completed Under Delegation of Authority
  - (No items to report)

INVESTMENT TRANSACTONS SUMMARY

($ Millions)
January 2008

PURCHASES

INTERNAL MANAGEMENT

	PAR	COST	ANNUALIZED YIELD	%OF LONG TERM PURCHASES
ALTERNATIVE INVESTMENTS:				
Partnership Component	$1,250.9	$1,271.2	N/A	8.35%
BONDS:				
Utilities & Industrials	$460.2	$457.3	7.15%	3.00%
Sovereign	338.0	366.5	4.51%	2.41%
Total	798.2	$823.8		5.41%
GOVERNMENTS:				
U.S. Agencies & Treasuries	$2,585.0	$2,565.2	4.14%	16.85%
MORTGAGE SECURITIES:				
Pass-Through	$472.6	$476.0	5.10%	3.13%
CMO	0.0	0.0	0.00%	0.00%
Total	$472.6	$476.0	5.10%	3.13%
EQUITIES:				
Common Stock		$3,156.4	N/A	20.73%
EXTERNAL MANAGEMENT				
EQUITIES AND FIXED INCOME:				
International Common Stock		$2,853.3	N/A	18.74%
Domestic Common Stock		2,759.5	N/A	18.13%
International Fixed Income		1,319.0	N/A	8.66%
Total		$6,931.8		45.53%
TOTAL PURCHASES:		**$15,224.4**		**100%**

INVESTMENT TRANSACTONS SUMMARY

($ Millions)
January 2008

SALES

INTERNAL MANAGEMENT

	PAR	COST	PROCEEDS	GAIN/ LOSS
ALTERNATIVE INVESTMENTS:				
Partnership Component	-$0.1	$4.7	$4.7	0.0
BONDS:				
Utilities & Industrials	$0.0	$0.1	$0.0	-$0.1
Sovereign	356.4	365.2	373.9	8.7
Total	$356.4	$365.3	$373.9	$8.6
GOVERNMENTS:				
U.S. Agencies & Treasuries	$2,819.6	$3,081.8	$3,212.0	$130.2
MORTGAGE SECURITIES:				
Pass-Through	$204.2	$203.9	$204.2	$0.3
CMO	44.0	44.8	44.8	0.0
Total	$248.2	$248.7	$249.0	$0.3
EQUITIES:				
Common Stock		$2,559.1	$2,690.4	$131.3
EXTERNAL MANAGEMENT				
EQUITIES AND FIXED INCOME:				
International Common Stock		$1,205.5	$1,240.2	$34.7
Domestic Common Stock		2,329.4	2,228.5	-100.9
International Fixed Income		1,205.5	1,240.2	34.7
Total		$4,740.4	$4,708.9	-$31.5
TOTAL SALES:		**$11,000.0**	**$11,238.9**	**$238.9**

CURRENCY HEDGE PORTFOLIO SUMMARY

($ Millions)
January 2008

PENDING FX CONTRACTS	COST	MARKET VALUE
Total FX Purchased	$6,305.0	$6,335.6
Total FX Sold	$10,216.5	$10,324.4
CURRENCY OPTIONS		
Currency Puts	($45,043,976.9)	($45,043,976.9)

"For FX purchased, a market value higher than book value means the contracts have an unrealized gain as of the valuation date. For FX sold, a market value lower than book value means the contracts have an unrealized gain as of the valuation date."

CURRENCY HEDGE TRANSACTION SUMMARY

($ Millions)
January 2008

PURCHASES	COST
Pending FX Contracts	$2,939.6
SALES	**PROCEEDS**
Pending FX Contracts	$1,718.6

Affiliate Funds Reports

Staff has compiled the following Affiliate Funds Allocation Reports for the period ending February 29, 2008.

Annuitants' Health Care Fund:

Asset Class	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	114,644.32	0.08%	$114,644.32	0.08%
DOMESTIC EQUITY	64,647,156.61	45.79%	$60,980,477.92	44.28%
FIXED INCOME	34,699,524.90	24.58%	$35,204,576.21	25.56%
INTERNATIONAL EQUITY	41,709,575.07	29.55%	$41,412,607.03	30.07%
TOTAL	**$141,170,900.90**		**$137,712,305.48**	

CalPERS Health Care Bond Fund:

Asset Class	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
FIXED INCOME	356,739,512.70	100.00%	$377,285,204.32	100.00%
TOTAL	**$356,739,512.70**		**$377,285,204.32**	

Judges' Retirement Fund:

Asset	Book Value	Portfolio	Market Value	Portfolio
CASH	$3,351,892.87	100.00%	$3,351,892.87	100.00%
TOTAL	**$3,351,892.87**		**$3,351,892.87**	

Affiliate Funds Reports

Judges II Retirement Fund:

Asset	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	$6,068.12	0.00%	$6,068.12	0.00%
DOMESTIC EQUITY	$99,783,463.74	43.95%	$107,904,940.18	43.59%
FIXED INCOME	$82,857,429.56	36.50%	$89,236,703.85	36.05%
INTERNATIONAL EQUITY	$44,370,050.74	19.54%	$50,387,773.90	20.36%
TIPS	$0.00	0.00%	$0.00	0.00%
TOTAL	**$227,017,012.16**		**$247,535,486.05**	

Legislators' Retirement Fund:

Asset Class	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	$5,524.52	0.00%	$5,524.52	0.00%
DOMESTIC EQUITY	$36,472,296.25	28.86%	$40,603,888.46	29.22%
FIXED INCOME	$69,201,290.85	54.75%	$74,616,111.68	53.70%
INTERNATIONAL EQUITY	$12,301,383.82	9.73%	$13,964,622.20	10.05%
TIPS	$8,417,894.15	6.66%	$9,748,000.55	7.02%
TOTAL	**$126,398,389.59**		**$138,938,147.41**	

Long Term Care Fund:

Asset	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	$140,117.12	0.01%	$140,117.12	0.01%
DOMESTIC EQUITY	$697,526,254.45	33.50%	$761,752,153.11	33.26%
FIXED INCOME	$887,827,743.09	42.64%	$961,823,105.78	42.00%
INTERNATIONAL EQUITY	$387,677,921.19	18.62%	$438,358,542.14	19.14%
TIPS	$109,206,701.52	5.24%	$127,907,566.76	5.59%
TOTAL	**$2,082,378,737.37**		**$2,289,981,484.91**	

Affiliate Funds Reports

Public Employees' Medical & Hospital Care Act Contingency Reserve Fund:

Asset	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	$5,940,802.41	100.00%	$5,940,802.41	100.00%
TOTAL	**$5,940,802.41**		**$5,940,802.41**	

Supplemental Contribution Fund:

Asset	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	-226,803.26	-1.26%	-$226,803.26	-1.12%
DOMESTIC EQUITY	9,342,830.51	51.94%	$10,722,887.88	52.80%
FIXED INCOME	5,200,421.49	28.91%	$5,612,316.53	27.63%
INTERNATIONAL EQUITY	3,671,813.63	20.41%	$4,202,018.15	20.69%
TIPS	0.00	0.00%	$0.00	0.00%
TOTAL	**$17,988,262.37**		**$20,310,419.30**	

Volunteer Firefighters Length of Service Award Fund:

Asset	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio
CASH	$0.00	0.00%	$0.00	0.00%
DOMESTIC EQUITY	$0.00	0.00%	$0.00	0.00%
INTERNATIONAL EQUITY	$0.00	0.00%	$0.00	0.00%
TOTAL	$0.00		$0.00	

As the result of Senate Bill 581, the administration, liability and responsibility of the Volunteer Firefighter Length of Service Award System (VFLSAS) was transferred effective February 29, 2008 from CalPERS to the board of the California State Fire Employees Welfare Benefit Corporation - an insurance/finance arm of the California State Firefighters' Association (CSFA).